

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 131 - SB 215

March 12, 2021

SUMMARY OF ORIGINAL BILL: Excludes mains, pipes, pipelines, or tanks that have been attached to a building, or installed underground for conducting steam, heat, water, wastewater, oil, electricity, gas, and any other property, substance, or product capable of transportation from the definition of “tangible personal property” and defines them as “realty” with regard to the sales and use tax. Includes propane tanks for residential use, and above ground storage tanks that can be moved without disassembly and are not affixed to land as tangible personal property.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (004857): Adds language to the original bill such that the only substantive changes are to exclude railroad related structures and improvements from the definition of “tangible personal property” and defines them as “realty” with regard to the sales and use tax.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumption for the bill as amended:

- According to the Department of Revenue (DOR), taxpayers already file sales and use taxes consistent with the proposed legislation; therefore, any fiscal impact is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Bojan Savic".

Bojan Savic, Interim Executive Director

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